

**Subject** Long-Term Facilities Maintenance Revenue; Age Index Modified

**Authors** Lien

**Analyst** Tim Strom

**Date** March 25, 2019

## Overview

The 2015 Legislature created the long-term facilities maintenance (LTFM) program to support facilities maintenance needs for school districts, charter schools, and cooperatives, including intermediate school districts. The program is a per pupil, formula-driven revenue source that replaces health and safety revenue, deferred maintenance revenue, and alternative facilities revenue.

To qualify for long-term facilities maintenance revenue (LTFMR), a school district or cooperative unit must develop a ten-year facilities plan and submit that plan to the commissioner of education. LTFMR must be reserved and may only be used for deferred maintenance projects, increasing facility accessibility, and health and safety purposes.

LTFMR is primarily provided through a per pupil allowance. For school districts, the per pupil allowance is \$380 for fiscal year 2019 and later. The allowance is multiplied by the district's pupil units and the lesser of one, or the ratio of the district's average building age to 35.

H.F. 2110 modifies the age index for school districts that construct additional facilities but are still using the older facility space.

## Summary

Section	Description
1	<b>Long-term facilities maintenance revenue.</b> Authorizes a school district to use a previous year's building age index if: the district has square footage since 2016; continues to use more than 80 percent of the previous square footage; and demonstrates to the commissioner's satisfaction that the additional school facilities are educationally necessary.
2	<b>Long-term facilities maintenance revenue for a charter school.</b> Removes obsolete language.

Section	Description
3	<b>Long-term facilities maintenance equalization revenue.</b> Removes obsolete language and clarifies a cross reference.



**MN HOUSE  
RESEARCH**

*Minnesota House Research Department provides nonpartisan legislative, legal, and information services to the Minnesota House of Representatives. This document can be made available in alternative formats.*

[www.house.mn/hrd](http://www.house.mn/hrd) | 651-296-6753 | 600 State Office Building | St. Paul, MN 55155